GOVERNMENT OF TELANGANA
ABSTRACT

Agriculture Cooperation Department – Procurement of Paddy under Minimum Support Price (MSP) operations by the Telangana State Cooperative Marketing Federation (T.G.MARKFED) along with Telangana State Civil Supplies Corporation Limited (TGCSCL) during KMS 2025-26 (Rabi 2025-26) – Government guarantee of Rs.22,700.00 Crores to obtain credit facility from N.C.D.C., New Delhi and permit to draw and transfer of sanctioned additional loan of Rs.22,700.00 Crores to the account of Managing Director, TGCSCL - Service charges @0.125% being claimed by TG MARKFED – Orders – Issued.

AGRICULTURE AND CO-OPERATION (MKT.II) DEPARTMENT

G.O.Ms.No. 21 **Dated: 18-03-2026**

Read the following:-

1. G.O.Rt.No.446, Finance (DCM) Deptt., Dated:20.03.2003
2. G.O.Ms.No.5, of CA, F&CS (CS.I. CRP) Dept., Dated:05.03.2026.
3. From the Managing Director, TG MARKFED, Hyderabad Lr.Rc.No.564/ P&M/Paddy/ Civil supplies, Dated:22.08.2025.

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O R D E R:-

In the reference 2nd read above, Government have empanelled Telangana State Co-operative Marketing Federation Ltd., (TG MARKFED), as an additional procurement agency to procure 95 LMTs of Paddy along with Telangana State Civil Supplies Corporation Limited, Hyderabad under MSP directly from farmers, during KMS 2025-26 (Rabi 2025-26) by availing additional loan of Rs.22,700.00 Crores from National Cooperative Development Corporation (NCDC) through TGMARKFED without linking to TG MARKFED existing outstanding loans and other loans.

2. In the reference 3rd read above, the Managing Director, TG MARKFED, Hyderabad, has requested to provide additional loan of Rs.22,700.00 Crores from NCDC, New Delhi, under Govt. Guarantee and permit to draw and transfer the sanctioned loan amount of Rs.22,700.00 Crore to the MD, TGCSCL account under inter corporate loan duly permitting to charge @ 0.125% Service/ handling charges for the services provided.

3. After careful examination of the matter, Government hereby accord permission to the Telangana State MARKFED for obtaining the credit facility of Rs.22,700.00 Crores (Rupees Twenty Two Thousand Seven Hundred Crores only) from National Cooperative Development Corporation (N.C.D.C.), New Delhi under Government Guarantee, for procurement of paddy for quantity of 95 LMTs , under MSP operations during KMS 2025-26 (Rabi 2025-26), subject to payment of 2% Guarantee Commission as per the terms of the G.O.1st read above and credit the same into the State Government Head of Account mentioned therein.

4. Government also hereby permit the Managing Director, TG MARKFED to draw and transfer the loan amount of Rs.22,700.00 Cores (Rupees Twenty Two Thousand Seven Hundred Cores only) which shall be obtained from the National Cooperative Development Corporation (N.C.D.C), New Delhi to the account of VC & Managing Director, TGCSCL, Hyderabad, under inter corporate loan and payments made to the farmers of Paddy by the TGCSCL and pay the service charge @ 0.125% Service/ handling charges provided by TG MARKFED, subject to condition that, all the other charges / fees / duties / taxes if any along with interest to be paid on the above loan transaction shall be borne by the Managing Director, TGCSCL only, without linking to TG MARKFED existing outstanding loans and other loans.

5. Government of Telangana also stand guarantee in respect of Credit Facility for Rs.22,700.00 Crores (Rupees Twenty Two Thousand Seven Hundred Crores only) to be obtained by TG MARKFED, Hyderabad from the National Cooperative Development Corporation (N.C.D.C.), New Delhi for procurement of paddy under MSP operations, during KMS 2025-26 (Rabi 2025-26).

(P.T.O.)

6. The Managing Director, T.G. MARKFED and the MD, TGCSCL shall follow the procurement guidelines issued by the Government from time to time and the terms and conditions of the credit providers.

7. The Managing Director, TGMARKFED shall take further action, accordingly.

8. This order issued with the concurrence of Finance (DCM) Department, vide their U.O.3538269/36/A1/DCM/2026, Dt:11.02.2026.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

K.SURENDRA MOHAN,
APC & SECRETARY TO GOVERNMENT.

To
The Managing Director, TG MARKFED, Hyderabad.
The Commissioner of Civil Supplies, Telangana, Hyderabad.
The VC & MD Telangana State Civil Supplies Corporation Limited.
The Director of Agricultural Marketing, Telangana State, Hyderabad.
Copy to:
The CAF & CS Department, TS Secretariat, Hyderabad.
The P.S. to Minister (Marketing).
The P.S. to APC & Secretary to Government.
The Finance (DCM) Department.
SF/SC.

// FORWARDED :: BY ORDER//

SECTION OFFICER